



FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

October 26, 1999

Joseph E. Sandler, Esquire
Sandler & Reiff, P.C.
6 E Street, S.E.
Washington, D.C. 20003

RE: MUR 4806
DNC Services Corp./Democratic National
Committee and Andrew Tobias, as treasurer

Dear Mr. Sandler:

On September 1, 1998, the Federal Election Commission ("the Commission") found reason to believe that your clients, DNC Services Corp./Democratic National Committee and its treasurer, violated 2 U.S.C. § 441b(a). At your request, on October 19, 1999, the Commission determined to enter into negotiations directed towards reaching a conciliation agreement in settlement of this matter prior to a finding of probable cause to believe.

Enclosed is a conciliation agreement that the Commission has approved in settlement of this matter. If your clients agree with the provisions of the enclosed agreement, please sign and return it, along with the civil penalty, to the Commission. In light of the fact that conciliation negotiations, prior to a finding of probable cause to believe, are limited to a maximum of 30 days, you should respond to this notification as soon as possible.

If you have any questions or suggestions for changes in the agreement, or if you wish to arrange a meeting in connection with a mutually satisfactory conciliation agreement, please contact me at (202) 694-1650.

Sincerely,

A handwritten signature in cursive script that reads "Tamara K. Kapper".

Tamara K. Kapper
Paralegal Specialist

Enclosure
Conciliation Agreement